

MAYOR & COUNCIL AGENDA COVER SHEET

MEETING DATE:

May 14, 2007

CALL TO PODIUM:

David B. Humpton

RESPONSIBLE STAFF:

Harold Belton, Director
Finance and Administration

AGENDA ITEM:

(please check one)

	Presentation
	Proclamation/Certificate
	Appointment
X	Public Hearing
	Historic District
	Consent Item
	Ordinance
	Resolution
	Policy Discussion
	Work Session Discussion Item
	Other:

PUBLIC HEARING HISTORY:

(Please complete this section if agenda item is a public hearing)

Introduced	05/07/07
Advertised	04/25/07
Hearing Date	05/14/07
Record Held Open	05/30/07
Policy Discussion	

TITLE:

An Ordinance to Adopt the City Budget for the Fiscal Year July 1, 2007, through June 30, 2008, and Levying an Ad Valorem Tax on all Assessable Property Within the City of Gaithersburg, Maryland

SUPPORTING BACKGROUND:

The City Budget was advertised in the April 25, 2007 issue of the Gaithersburg Gazette.

This ordinance establishes the City Budget, which provides a complete financial plan, including anticipated revenues and proposed expenditures for the Fiscal Year 2008. The ordinance also institutes the ad valorem tax on all assessable property within the City of Gaithersburg, Maryland. The ad valorem tax has been set at a rate of \$.212 on each \$100 of assessed value of real property and \$.53 on each \$100 of assessed value of Personal Property.

The Mayor and City Council have established work session dates which are open to the public on:

May 15, 2007, 7:30 p.m., City Hall Council Chambers
May 17, 2007, 7:30 p.m., City Hall Council Chambers *(if necessary)*
May 29, 2007, 7:30 p.m., City Hall Council Chambers *(if necessary)*

Citizens and organizations may also submit written comments and requests to the Mayor and City Council, 31 South Summit Avenue, Gaithersburg, Maryland 20877 until the public hearing record is closed on May 30, 2007, 5 p.m.

City Manager Humpton will give a presentation on the proposed budget prior to any public testimony. Copies of the proposed budget will be available for citizens at the meeting.

DESIRED OUTCOME:

Conduct public hearing and make a motion to hold record open until close of business on Wednesday, May 30, 2007, 5 p.m.

NOTICE OF PUBLIC HEARING

Pursuant to Section 41 of the Charter of the City of Gaithersburg, Maryland, the Mayor and City Council of the City of Gaithersburg will hold a public hearing on:

MONDAY
May 14, 2007
at 7:30 P.M.

or as soon thereafter as it can be heard in the Council Chambers at City Hall, 31 South Summit Avenue, Gaithersburg, Maryland, for the purpose of receiving written and oral comments from the public concerning the proposed annual budget for Fiscal Year 2007-2008.

All interested persons, citizen groups, and organizations are encouraged to attend the hearing and submit comments.

Under the proposed budget, the property tax rate for the City of Gaithersburg remains at **\$.212 per \$100 of assessed value**. Additionally, the ad valorem tax on tangible personal property subject to taxation by the City shall remain at the rate of **\$.053 per \$100 of assessed value**. Generally, the proposed budget is summarized as follows:

REVENUE

Local Taxes	\$19,157,000
Licenses and Permits	2,084,640
Intergovernmental Revenue	13,688,098
Service Charges	4,149,470
Fines and Forfeitures	373,500
Miscellaneous Revenues	<u>7,425,635</u>

Anticipated Revenue	\$46,878,343
Reappropriation	<u>3,524,398</u>
TOTAL	<u>\$50,402,741</u>

EXPENDITURES

General Government	\$8,970,243
Public Safety	9,834,766
Public Works	7,290,972
Parks, Recreation & Culture	8,540,468
Community Services and Development	2,052,049
Miscellaneous	<u>2,130,039</u>

TOTAL OPERATING EXPENDITURES	\$38,818,537
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CAPITAL IMPROVEMENTS

TOTAL CAPITAL IMPROVEMENTS	\$11,584,204
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TOTAL PROPOSED EXPENDITURES	<u>\$50,402,741</u>
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Copies of the proposed budget will be available May 7, 2007, at City Hall, 31 South Summit Avenue, Gaithersburg, Maryland, during regular business hours Monday through Friday, 8:00 a.m. to 5:00 p.m.

David B. Humpton
City Manager

Ordinance No. _____

ORDINANCE ADOPTING THE CITY BUDGET
FOR THE FISCAL YEAR JULY 1, 2007, THROUGH
JUNE 30, 2008, AND LEVYING AN AD VALOREM TAX ON
ALL ASSESSABLE PROPERTY WITHIN THE CITY OF
GAITHERSBURG, MARYLAND

WHEREAS, the proposed budget for the 2007-08 Fiscal Year was submitted by the City Manager to the Mayor and City Council as required by the City Charter, as amended; and

WHEREAS, the 2007-08 budget provides a complete financial plan, including anticipated revenues and proposed expenditures, for the fiscal year:

NOW, THEREFORE, BE IT ORDAINED by the Mayor and City Council of the City of Gaithersburg, in public meeting assembled, that the budget for the City of Gaithersburg for the Fiscal Year July 1, 2007, through June 30, 2008, be and it hereby is adopted as follows:

ANTICIPATED REVENUE

Local Taxes	\$19,157,000	
Licenses & Permits	2,084,640	
Intergovernmental Revenue	13,688,098	
Service Charges	4,149,470	
Fines & Forfeitures	373,500	
Miscellaneous Revenues	<u>7,425,635</u>	
ANTICIPATED REVENUE	\$46,878,343	
Reappropriation		<u>3,524,398</u>
TOTAL ANTICIPATED REVENUE		<u>\$50,402,741</u>

PROPOSED EXPENDITURES

General Government	\$8,970,243	
Public Safety	9,834,766	
Public Works	7,290,972	
Parks, Recreation and Culture	8,540,468	
Community Services and Development	2,052,049	
Miscellaneous	<u>2,130,039</u>	
OPERATING TOTAL	\$38,818,537	
<u>CAPITAL IMPROVEMENTS</u>		<u>\$11,584,204</u>
TOTAL PROPOSED EXPENDITURES		<u>\$50,402,741</u>

AND BE IT FURTHER ORDAINED that all of the sums set forth herein under the heading "PROPOSED EXPENDITURES" be and hereby are appropriated.

AND BE IT FURTHER ORDAINED that there is hereby levied on all of the assessable real property within the City an ad valorem tax at the rate of ***Twenty-one and Two/Tenths Cents (\$.212) on each One Hundred Dollars (\$100) of assessed value of said property***, and there is hereby levied an ad valorem tax on the tangible personal property subject to taxation by the City, except for manufacturing equipment, manufacturing inventory and commercial inventory of corporate and unincorporated businesses, at the rate of Fifty-Three Cents (\$.53) on each One Hundred Dollars (\$100) of assessed value of such tangible personal property.

AND BE IT FURTHER ORDAINED that the City hereby adopts the imposition of a full year, one-half year, three-quarter year and one-quarter year tax levies authorized pursuant to Title 10, Sections 10-102, 10-103, 10-104 and 10-105, Tax Property Article, Annotated Code of Maryland, as amended, and authorizes and empowers Montgomery County, Maryland, to collect and remit the same to the City of Gaithersburg, consistent with the imposition and collection of such levies on real property by Montgomery County.

ADOPTED by the City Council this 4th day of June, 2007.

SIDNEY A. KATZ, MAYOR and
President of the Council

DELIVERED to the Mayor of the City of Gaithersburg this 4th day of June, 2007.
APPROVED/VETOED by the Mayor of the City of Gaithersburg this 4th day of June, 2007.

SIDNEY A. KATZ, MAYOR

THIS IS TO CERTIFY that the foregoing Ordinance was adopted by the City Council of Gaithersburg, in public meeting assembled, on the 4th day of June, 2007, and the same was approved/vetoed by the Mayor of the City of Gaithersburg on the 4th day of June, 2007.

This Ordinance becomes effective on the 1st day of July, 2007.

David B. Humpton, City Manager